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Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340 801-359-3940 (Fax) 801-538-5319 (TDD)

January 31, 1995

Larry Sowers
Crystal Peak Minerals Corporation
c/o High Desert Consulting
P. O. Box 10
Milford, Utah 84751

Re: Formal Approval of Form and Amount of Replacement Reclamation Surety, Crystal Peak Minerals Corporation, Sevier Dry Lake Project, M/027/008, Millard County, Utah

Dear Mr. Sowers:

On January 25, 1995, the Board of Oil, Gas and Mining formally approved the form and amount (\$2,000) of replacement reclamation surety for Crystal Peak Minerals Corporation's Sevier Dry Lake Project. The \$2,000 replacement reclamation surety is in the form of an Investment Deposit Account (#23-4149566) issued by Texas Commerce Bank. This surety will be held to secure the cost of supplemental reseeding efforts for the acreage that has not yet met the 70% revegetation standard.

Enclosed please find the old original Board Contract for \$59,000, dated August 1, 1989, which is hereby released. Also enclosed are original copies of other previous bonding instruments which are no longer in effect for this project.

Thank you for your time and cooperation in finalizing this permitting action. Please call me should you have any remaining questions in this regard.

Very truly yours,

James W. Carter

Director

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Enclosures

c: Rody Cox, BLM, Warm Springs RA

Oliver Gushee - Pruitt, Gushee & Fletcher

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